Fiscal Estimate - 2005 Session

\boxtimes	Original		Updated	С	orrected		Supplem	nental
LRB	Number	05-1531/1		Introdu	ction Numb	er SI	B-1 (JF	R5)
Subjec	et							
Refund	ling public de	ebt						
Fiscal	Effect							
	No State Fiscondeterminate Increase E Appropriat Decrease Appropriat Create Ne	e Existing tions Existing	Reve	ease Existing enues rease Existing enues		orb within Yes	- May be agency's 	
	Indeterminate Increase Permiss Decrease	e Costs sive∭Mandato	3. Incre ory Perm 4. Decr	ease Revenue nissive	ttory Tow	ment Uni /ns [] inties []	its Affecte Village Others WTCS Districts	Cities
Fund S	Sources Affe PR FED	_	PRS 🛛	SEG SEG	Affected Ch. S Most debt ser		-	
Agenc	y/Prepared	Ву		Authorized Sig	nature			Date
DOA/ Dick Wagner (608) 266-0653				Martha Kerner (608) 266-1359				/12/2005

Fiscal Estimate Narratives DOA 1/12/2005

LRB Number 05-1531/1	Introduction Number	SB-1 (JR5) Estimate Type	Original
Subject			
Refunding public debt			

Assumptions Used in Arriving at Fiscal Estimate

The bill increases the amount of authority by \$360,000,000 for the Building Commision to refund general obligation bonds. Total present value savings are estimated under current market conditions to be \$11 million. The allocation of the savings to particular debt service appropriations depends on which bond maturities are refunded.

The process of selecting debt to be refinanced does not occur until the refunding bonds are sold, and then the exact split of debt service appropriations with their fund source is determined. On average, about 80% of mixed use general obligations bonds are paid from GPR debt service appropriations, so approximately \$8.8 million of the present value savings will be GPR. The savings will be structured to occur in FY 05 and/or subsequent years.

Long-Range Fiscal Implications

Long term savings in the amount of debt paid.